NOT FOR PUBLICATION CSD 1001A [11/15/04] Name, Address, Telephone No. & I. Fred C. James, Esq. (SBN# 69040) GUEVARA, PHIPPARD & JAMES 1420 Kettner Blvd., Suite 600 San Diego, CA 92101 (619) 531-0123 UNITED STATES BANKRUPTCY COURT

SOUTHERN DISTRICT OF CALIFORNIA 325 West "F" Street, San Diego, California 92101-6991

In Re

II

PETER L. GAUGHEN

BANKRUPTCY NO.: 03-00010-H12

Order Entered on

July 26, 2005 by Clerk U.S. Bankruptcy Court

Southern District of California

Date of Hearing: June 16, 2005 Time of Hearing: 9:00 a.m.

Name of Judge: Hon. John J. Hargrove

Debtor.

ORDER AFTER HEARING ON MOTION TO DISMISS DEBTOR'S CHAPTER 12 PETITION AND/OR TO DENY DISCHARGE OF DEBTOR'S DEBTS OWING TO SILVER MOUNTAIN CHRISTMAS TREES

IT IS ORDERED THAT the relief sought as set forth on the continuation pages attached and numbered two (2)

through three (3) with exhibits, if any, for a total of 3 pages, is granted. Motion/Application Docket Entry No. 123

// //// // // // DATED: **July 26, 2005**

Signature by the attorney constitutes a certification under Fed. R. of Bankr. P. 9011 that the relief in the order is the relief granted by the court.

Submitted by:

GUEVARA, PHIPPARD & JAMES, P.C

Fred E. James, Attorney for Movant, Silver Mountain Christmas Trees

Judge, United States Bankruptcy Court

By:

DEBTOR: PETER L. GAUGHEN

CASE NO: 03-00010-H12

IT APPEARING that Silver Mountain's Notice of Hearing and Motion to Dismiss Debtor's Chapter 12 Petition and/or Deny Discharge of Debtor's Debts Owing to Silver Mountain Christmas Trees was noticed January 21, 2005, and Silver Mountain's Amended Notice of Hearing and Motion to Dismiss Debtor's Chapter 12 Petition and/or Deny Discharge of Debtor's Debts Owing to Silver Mountain Christmas Trees was noticed January 25, 2005, and

IT FURTHER APPEARING that a hearing was held on February 25, 2005, at 10:00 a.m. in Department 3. David Skelton appeared as Trustee. David Britton appeared for Debtor. Fred C. James appeared for Silver Mountain. It was ordered that the matter be treated as a contested matter with declarations in lieu of direct testimony and a status conference was set for April 27, 2005, at 2:00 p.m. in Department 3.

IT FURTHER APPEARING that a status conference regarding Silver Mountain's Motion to Dismiss Debtor's Chapter 12 Petition and/or Deny Discharge of Debtor's Debts Owing to Silver Mountain Christmas Trees was held on April 27, 2005, at 2:00 p.m. in Department 3 and a hearing date was set for June 16, 2005 at 9:00 a.m. in Department 3.

IT FURTHER APPEARING that a hearing on Silver Mountain's Motion to Dismiss Debtor's Chapter 12 Petition and/or Deny Discharge of Debtor's Debts Owing to Silver Mountain Christmas Trees was held on June 16, 2005 at 9:00 a.m. in Department 3. David Britton appeared for Debtor. Fred C. James appeared for Silver Mountain.

IT FURTHER APPEARING that the following witnesses appeared and testified: 1) James C. Kostas; 2) Jim Heater; 3) Shirley K. Heater; 4) Grady Euteneier; 5) Greg D. Reid; 6) Melani Kent; 7) Keith Herron; 8) Carol Nickel; 9) Fred C. James; and 10) Madelyn Vallone.

IT FURTHER APPEARING that the Debtor filed this Chapter 12 proceeding listing only three creditors, none of which were Silver Mountain Christmas Trees, Alpine Farms or Northwest Tree Sales.

IT FURTHER APPEARING that clear and convincing evidence exists that Silver Mountain Christmas Trees, Alpine Farms or Northwest Tree Sales did not receive notice of the case in time to permit the filing of a claim and were thus each denied due process of law.

Upon the hearing, the testimony of witnesses, all other evidence before the court and all pleadings filed by the parties, and clear and convincing evidence appearing therefore;

IT IS SO ORDERED as follows:

That Silver Mountain Christmas Trees, Alpine Farms and Northwest Tree Sales are not bound by the Debtor's Chapter 12 plan;

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ORDER AFTER HEARING ON MOTION TO DISMISS DEBTOR'S CHAPTER 12 ETITION AND/OR DENY DISCHARGE OF DEBTOR'S DEBTS OWING TO SILVER MOUNTAIN CHRISTMAS TREES

DEBTOR: PETER L. GAUGHEN CASE NO: 03-00010-H12

2. That the Debtor's debts owing to Silver Mountain Christmas Trees, Alpine Farms and Northwest Tree Sales are excepted from discharge;

- 3. That the Debtor is denied a discharge for his debts owing to Silver Mountain Christmas Trees, Alpine Farms and Northwest Tree Sales;
- 4. That Silver Mountain Christmas Trees, Alpine Farms and Northwest Tree Sales are not bound by a discharge injunction; and
- 5. That Silver Mountain Christmas Trees, Alpine Farms and Northwest Tree Sales may proceed and collect the debts owed to each of them from the Debtor.

sdw\0898\001\pleading\2004-2005\32-order-deny discharge

CSD 3010 [04/28/96] Name, Address, Telephone No. & I Fred C. James #69040 Guevara, Phippard & James PC 1420 Kettner Blvd., Suite 600 San Diego, CA 92101 619-531-0123 / 619-544-0056 (f) UNITED STATES BANKRUPTCY COURT			U.S. BANKRUPTCY CT.	
SOUTHERN DISTRICT OF CALIFORNIA 325 West "F" Street, San Diego, California 92101-6991			O. DIST OF CALIFOT.	
In Re				
PETER LYNN GAU	GHEN	Debtor.	BANKRUPTCY NO. 03-00010-H12	
		PROOF OF SERVICE		
of age and not a par	ty to the matter concerning	g which service of process	the service of process was, not less than 18 years was made. I further certify that I served a copy OF LODGMENT OR ORDER	
on July 12, 2005 by:				
X Personal Service	- I delivered the documen		paid, addressed to: Service to be personally served on the following	
named person(s) or an officer or agent of the person(s): David E. Britton Lockhart & Britton 7777 Alvarado Road #422 La Mesa, CA 91941		David L. 600 "B" S	David L. Skelton, Trustee 600 "B" Street #2000 San Diego, CA 92101	
U.S. Trustee Department of Jus 402 W. Broadway San Diego, CA 92	Suite 600			
Residence Serv	ice - By leaving the docu	ments with the following a	dult at:	
-	July 12, 2005	nat the foregoing is true and	d correct. [Signature]	
Print Name	Carol L. Nickel			
Business Address	Guevara, Phippard & James PC, 1420 Kettner Blvd., Suite 600			

City, State, ZIP

San Diego, CA 92101